

**GLOUCESTER, SALEM, CUMBERLAND COUNTIES
MUNICIPAL JOINT INSURANCE FUND
RESOLUTION #2021- 24**

RESOLUTION MEMORIALIZING A PAYMENT OF \$160,856 FROM THE 2015 FUND YEAR AND AUTHORIZING A PAYMENT OF \$177,912 FROM THE 2016 FUND YEAR IN ACCORDANCE WITH THE REQUIREMENTS OF THE NEW JERSEY MUNICIPAL RESIDUAL CLAIMS FUND JOINT INSURANCE FUND SURPLUS TRIGGER

WHEREAS, the Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund (TRICO JIF) has been organized pursuant to N.J.S.A. 40A:10-36 et seq.; and

WHEREAS, the TRICO JIF is a member of the New Jersey Municipal Residual Claims Joint Insurance Fund (NJ RCF); and

WHEREAS, in 2020, the NJ RCF amended its Risk Management Plan to include a "Surplus Trigger"; and

WHEREAS, the purpose of the Surplus Trigger is to guarantee the ongoing fiscal integrity of the NJ RCF by requiring that the NJ RCF have a minimum amount of surplus available at any given time; and

WHEREAS, the Surplus Trigger is calculated on an annual basis valued as of December 31st of the most recently closed Fund Year; and

WHEREAS, the NJ RCF Surplus Trigger is enacted when the Fund's statutory surplus for all fund years combined is no less than 12.5% of unpaid claims including IBNR; and

WHEREAS, based upon calculations provided by the NJ RCF valued as of December 31, 2019, the ratio of unencumbered cash to the total amount of unpaid claims including IBNR fell below the 12.5% ratio by \$5,235,393 resulting in a payment by the TRICO JIF to the NJ RCF of \$160,856 from the 2015 Fund Year; and

WHEREAS, based upon calculations provided by the NJ RCF valued as of December 31, 2020, the ratio of unencumbered cash to the total amount of unpaid claims including IBNR fell below the 12.5% ratio by \$6,286,145 resulting in a payment due by the TRICO JIF to the NJ RCF of \$177,912 from the 2016 Fund Year; and

WHEREAS, it is the recommendation of the TRICO JIF Finance Committee that the \$160,856 payment made to the NJ RCF from the 2015 Fund Year be memorialized and the \$177,912 due from the TRICO JIF be authorized to be paid from the 2016 Fund Year.

NOW THEREFORE BE IT RESOLVED by the Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund that the \$160,856 payment to the NJ RCF from the 2015 Fund Year is hereby memorialized; and

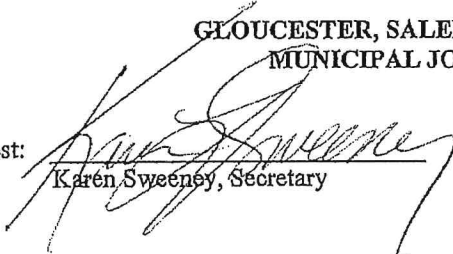
BE IT FURTHER RESOLVED that a payment of \$177,912 to the NJ RCF from the 2016 Fund Year is hereby authorized; and

BE IT FURTHER RESOLVED that a copy of this Resolution be provided to the Fund Administrator, Fund Treasurer, and Fund Administrative Consultant for their information and necessary action.

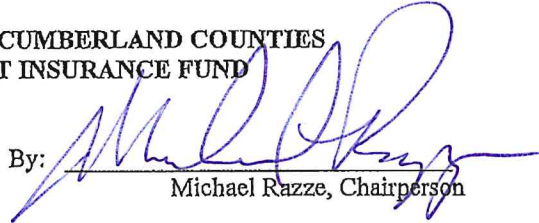
This Resolution was duly adopted by the Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund at a public meeting held on June 28, 2021.

**GLOUCESTER, SALEM, CUMBERLAND COUNTIES
MUNICIPAL JOINT INSURANCE FUND**

Attest:


Karen Sweeney, Secretary

By:


Michael Razze, Chairperson

Date: June 28, 2021